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                       UNITED STATES DISTRICT COURT
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                            DISTRICT OF OREGON
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                             PORTLAND DIVISION
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   RANDALL L. JOHNSON,
                   Plaintiff,
                                              No. 03:10-cv-06323-HU
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  VS.
  MICHAEL J. ASTRUE,
                                          FINDINGS AND RECOMMENDATION
   Commissioner of Social Security,
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                   Defendant.
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     - FINDINGS AND RECOMMENDATION
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HUBEL, United States Magistrate Judge:

The plaintiff Randall L. Johnson seeks judicial review pursuant to 42 U.S.C. § 405(g) of the Commissioner's final decision denying his application for Disability Insurance ("DI") benefits under Title II of the Social Security Act, 42 U.S.C. § 1381 et seq., and Supplemental Security Income ("SSI") under Title XVI of the Act. Johnson argues the Administrative Law Judge ("ALJ") erred in failing to give clear and convincing reasons for rejecting his testimony and the opinions of his examining and treating psychologists, and failing to meet his step five burden to show Johnson can perform "other work" in the national economy. See Dkt. ##15 & 25.

The Commissioner has filed a motion to remand the case for 13 further proceedings pursuant to sentence four of 42 U.S.C. 15 \$ 405(g). Dkt. #19; see Dkt. #20, supporting brief. The Commis-16 sioner "concedes the ALJ erred in his treatment of the opinions of 17 Drs. McConochie and Gizara and in his credibility determination," 18 and as a result, "the ALJ erred in his residual functional capacity finding, and the subsequent steps in the sequential evaluation." Dkt. #20, p. 5. The Commissioner also concedes the ALJ erred in 20 21 including an accommodation - "specifically, the wearing of 22 earphones or other devices to reduce noise" - in identifying jobs 23 suitable for Johnson to perform. Id. Where the parties disagree 24 is in their positions regarding the appropriate remedy for these 25 errors. Johnson argues substantial evidence in the Record, as it 26 currently exists, supports a conclusion that he is disabled. 27 requests remand for immediate calculation and award of benefits. 28 | See Dkt. # 25. The Commissioner argues there are "unresolved

issues" in the Record that require remand for further proceedings. See Dkt. #20. I submit the following Findings and Recommendation for disposition of the case pursuant to 28 U.S.C. § 636(b)(1)(B).

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PROCEDURAL BACKGROUND I.

Johnson filed his applications for benefits on November 2, 2007, at age thirty, claiming a disability onset date February 14, 2007. (A.R. $136-41^{1}$) His applications were denied initially and on reconsideration. Johnson requested a hearing, and a hearing was held before an ALJ on February 24, 2010. (A.R. 23-11 63) On March 18, 2010, the ALJ issued an unfavorable decision, discussed in detail below, denying Johnson's claims for benefits. (A.R. 10-18) Johnson requested review, and on August 3, 2010, the 14 Appeals Council denied his request for review (A.R. 1-3), making the ALJ's decision the final decision of the Commissioner. See 20 16 C.F.R. §§ 404.981, 416.1481.

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FACTUAL BACKGROUND II.

Summary of the Medical Evidence

General medical treatment and consultants' opinions

Johnson and his family are Christian Scientists, explains the paucity of medical evidence in the Record. On

¹The administrative record was filed electronically using the 25 court's CM/ECF system. Dkt. #11 and attachments. Pages of the record contain three separate page numbers: two located at the top of the page, consisting of the CM/ECF number (e.g., Dkt. #11-3, Page 8 of 64); a Page ID#; and a page number located at the lower right corner of the page, representing the numbering inserted by the Agency. Citations herein to "A.R." refer to the agency 28 numbering in the lower right corner of each page.

^{3 -} FINDINGS AND RECOMMENDATION

February 14, 2007, Johnson was seen in the emergency room for 2 evaluation after he took an overdose of several medications. Johnson had taken approximately twenty tablets, each, of Lisinopril 10 mg. (a blood pressure medication), melatonin .3 mg. (a hormone sometimes used to treat insomnia²), Benadryl 25 mg, and ibuprofen. Johnson called his parents shortly after taking the drugs. came to his apartment and had him drink water containing Epsom salts, which caused Johnson to vomit several times. In addition, Johnson's roommate called the local poison control center, and Johnson was sent to a hospital for evaluation. (A.R. 234-35)

Johnson stated he was tired, depressed, and without energy. 12 He stated he had had thoughts of self-harm in the past, but had been able to talk himself out of it. He also gave the following history:

> The patient tells me that he has a condition called hyperostosis [sic]. He has a hypersensitivity to sounds, specifically at high frequency. It has been a problem for him ever since he was a child for as long as he can remember. About a year ago he went to Portland and was fitted with his hearing aid, which actually decreased the sound level and the symptoms. He wears it when he goes to school and when he is outside. He felt better,

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²See http://www.rxlist.com/melatonin/supplements.htm (visited Jan. 23, 2012).

³This undoubtedly is either a transcription error or a misunderstanding of what Johnson said. Johnson has been diagnosed with hyperacusis, a hearing disorder. See note 5, Hyperostosis, on the other hand, is an excessive growth of bone present in many musculoskeletal disorders. http://en.wikipedia.org/wiki/Hyperostosis (visited Jan. 25, 2012). There is no evidence in the Record that Johnson has ever suffered from hyperostosis.

^{4 -} FINDINGS AND RECOMMENDATION

although it did not relieve the symptoms completely.

(A.R. 234)

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Johnson was discharged into his family's care after he signed He was given referrals for counseling and a safety contract. psychiatric care. (A.R. 233) In addition, he was started on trazodone 50 mg. at bedtime. (A.R. 236) Although Johnson agreed to follow up with aftercare as recommended, it was many months before he sought further treatment or counseling.

On December 4, 2007, Johnson saw Larry Hirons, M.D., a general 11 practitioner, with a complaint of "[h]igh pitched tones and painful sounds in his ears." (A.R. 274) Johnson was "pretty much confined to home," unable to leave his room at all on some days because of the ringing in his ears. (A.R. 275) Dr. Hirons recommended Johnson see an ear, nose, and throat ("ENT") specialist.

On December 10, 2007, Johnson was seen by licensed psy-17 chologist William A. McConochie, Ph.D., of Emotional Education Services, for a psychodiagnostic evaluation at the request of the state agency. (A.R. 224-28) Dr. McConochie had no records to review, receiving only a form completed by Johnson for background 21 information. (A.R. 224) Johnson described his hypersensitivity to sound, which he stated had "always been present," but particularly during the preceding couple of years. Dr. McConochie noted the following:

> Keys, or plates clanging together and other high-pitched noises are particularly irritating to him. He has pains in his ears and head as a result. This interferes with his ability to stay focused. He has a device that creates white noise that he wears, like hearing aid. Sometimes he wears headphones.

The device that makes white noise interferes with conversations unless he removes it. He showed it to the examiner. He removed it during the present evaluation and seemed able to hear the examiner adequately. He said some voices are difficult to hear and that his mother's voice is harsh and hard for him to listen to. He complains that his glasses sometimes give him headaches. He alternates between spectacles and contact lenses.

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(A.R. 224-25)

Johnson stated he was verbally abused by his parents as a child. He was a bed-wetter, but eventually grew out of the problem. He made Cs in high school, graduated, and took college 11 courses part time for five years, but never earned a degree. 12 described past jobs "in video editing, fast food, and web design," and stated he continued to do web design occasionally. He was 14 living at home with his parents. (A.R. 225)

Johnson stated he had been having problems sleeping for eight 16 or ten years. He had frequent crying spells and felt depressed, 17 although he had no current suicidal thoughts. He described 18 problems "keep[ing] his thoughts together," and stated he sometimes 19 was "bombarded with a bunch of sounds," and imagined there were 20 people walking around his house when no one was there. (A.R. 226) 21 He admitted to washing his hands compulsively, which he stated was 22 a life-long habit. (Id.)

The doctor did not do any formal I.Q. testing, but based on 24 Johnson's report of his "high school grades, his success at the 25 college level, his interview style and his response to interview 26 questions," he estimated Johnson "to be functioning in the average 27 range with a verbal IQ between 100 and 105." (A.R. 236) Johnson 28 was "able to remember three unrelated words immediately but none of

them after several minutes. However, he was able to recall recent 2 events in his personal life." (Id.) The doctor indicated that 3 except for his hearing problem, Johnson could see and hear without difficulty. He could read and watch television if he did not have a headache, which he stated he would have two or more times per week.

Regarding Johnson's social functioning and daily activities, Dr. McConochie noted the following:

> He can dress and groom himself and make brief telephone calls, but prefers a speaker-phone because he finds a regular phone painful to He can take a public bus, which he his ear. He doesn't like doing dishes does often. because the sound of clanking dishes is irri-His family uses plastic dishes for tating. his convenience. He finds restaurant noises are frequently too loud. He can grocery shop if he goes in briefly and wears a headphone. He can make simple meals for himself. He has a couple of friends but does not see them regularly, because he gets overwhelmed with sounds. He had to declare bankruptcy a couple of years ago. During a typical day he may get up at eight or 9 a.m. or as early as 3 a.m. if he can't sleep. He may sleep during the day. Sometimes he may sleep for 24 hours. He likes to go outside when the weather is good. home he works on the computer, surfing the He may also watch movies. He can be on his feet [and] busy for only about half an hour before he feels tired. He said he usually does a lot of sitting and always has.

(A.R. 227)

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Dr. McConochie diagnosed Johnson with "Dysthymic disorder, 24 probable childhood onset." (Id.) He noted Johnson "appears able 25 to handle routine activities of daily living, but appears dependent 26 at the moment on his parents for food, shelter and clothing. He depends on the state for medical care insurance." (Id.) The doctor opined Johnson would have no limitation in his ability to

1 understand and remember instructions, and moderate impairment in 2 his ability to sustain concentration, attention, and pace, and to 3 engage in appropriate social interactions. He indicated Johnson's "primary psychological limitation to work activity appears to be depression," and he recommended counseling. (A.R. 228) observed that Johnson's "depression may be to a significant degree secondary to what may be a chronic hearing abnormality." (Id.) He suggested Johnson may need assistance managing money, "given his recent bankruptcy." (Id.)

Later the same day (December 10, 2007), Johnson was seen in the emergency room with a complaint noted as "Anger and needs mental health evaluation." (A.R. 230) Notes indicate Johnson had lost his temper and had begun "hitting his head on the desk." Johnson stated he loses his temper "when the sounds overwhelm him," and his loss of temper often "begins with behaviors 16 such as hitting his head." (Id.) He also complained of a slight 17 headache. Johnson's parents noted that Dr. Hirons had referred Johnson to an ENT specialist; however, Johnson did not have insurance or funds to pay for a specialist. Johnson did not receive any treatment in the emergency room. He talked with the on-call psy-21 chiatrist briefly, and was discharged with recommendations that he 22 see an ENT specialist and a psychiatrist for followup. (A.R. 231) On December 13, 2007, Johnson was seen in an otolaryngology 24 clinic for a hearing evaluation. In addition to describing his hypersensitivity to sound, Johnson stated he sometimes experienced pressure in his ears, "as well as ongoing bilateral pain," and "occasional dizziness." (A.R. 273) His hearing test was noted to

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be "within normal limits bilaterally." (Id.) He had "type C
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 tympanograms in each ear."4 (Id.)
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      On December 31, 2007, Johnson was seen by George W. Johansen,
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M.D., an Otolaryngologist, for evaluation of "sensitive ears." (A.R. 271) Johnson stated his ears rang and buzzed, and prevented him from attending school or completing college. Dr. Johansen observed that Johnson's audiogram showed "essentially normal hearing . . . and somewhat abnormal tympanograms." (A.R. 272) Johnson stated he had "noise in both ears, somewhat more in the 10 left ear," with "more pressure in the right ear, with blockage of 11 his right ear." (Id.) He also described "an anger problem, [and] 12 emotional problems[.]" (Id.) Johnson's tympanic membranes were 13 examined with a microscope. His right tympanic membrane was noted 14 to be "definitely dull," and his left "slightly dull." (Id.) 15 had slight swelling of both vocal cords. He was diagnosed with 16 Serous otitis media, tinnitus and hyperacusis. 5" 17 doctor prescribed a trial of Nasonex. He noted Johnson seemed to 18 benefit from use of his "masking devices." (Id.) The doctor recommended Johnson eliminate salt and coffee from his diet. (Id.) 20 / / /

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⁴"A tympanogram provides information regarding the compliance of the middle ear system (how well sound passes through the eardrum to the middle ear system), ear canal volume, and middle ear Type C tympanograms . . . indicate[] negative pressure. . . . pressure in the middle ear space, often consistent with sinus or allergy congestion, or the end-stages of a cold or ear infection." http://www.audiologyonline.com/ (visited Jan. 24, 2012).

⁵"Hyperacusis may be defined as a reduction of normal tolerance for everyday sounds." http://www.hyperacusis.org/ (visited Jan. 23, 2012).

^{9 -} FINDINGS AND RECOMMENDATION

On January 8, 2008, Johnson saw Dewayde C. Perry, M.D. for a 1 2 consultative examination. (A.R. 239-42) Johnson stated he had been diagnosed with hyperacusis two years earlier. He described 3 his symptoms, stating he "will hear sounds in the distance, which will distract him from paying attention. This causes headaches and difficulty sleeping." (A.R. 239) He stated he spends most of his time in his bedroom, where there is less noise, and he wears headphones in public to block intense sounds. (Id.) During his 9 physical examination, Johnson wore a "skullcap" and headphones, 10 held his head down, and made little significant or prolonged eye 11 contact. Other than his hearing problem, he exhibited no physical problems on examination. Dr. Perry made the following assessment:

The number of hours the claimant could be expected to stand and walk in an eight-hour workday is not restricted.

The number of hours the claimant would be able to sit in an eight-hour workday is not restricted.

There are no assistive devices.

The amount of weight the claimant could lift or carry is without restriction.

There are no postural limitations on bending, stooping and crouching.

There are no manipulative limitations.

There are significant hearing and communicative limitations, secondary to the claimant's hyperacusis. The claimant generally needs to wear headphones to dampen and reduce noises

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of Dr. Perry's website indicates he was "[t]rained as a general surgeon," and now "has merged his medical expertise and passion for fitness and nutrition to create Center for Integrative Health and Performance." http://www.centerforihap.com/index.html (visited Jan. 23, 2012).

^{10 -} FINDINGS AND RECOMMENDATION

and sometimes he wears earplugs for the same reason. (A.R. 242) On January 23, 2008, psychologist Frank Lahman, Ph.D. reviewed the record and completed a Psychiatric Review Technique. 243-55) He found Johnson to have a dysthymic disorder, with mild limitations in his activities of daily living; concentration, persistence, or pace; and social interactions. He noted it is Johnson's hyperacusis that is functionally limiting him; "his dysthymic disorder does not severely limit function." (A.R. 255) Also on January 23, 2008, J. Scott Pritchard, D.O., a specialist in Internal Medicine, reviewed the record and completed a Physical Residual Functional Capacity Assessment of Johnson. (A.R. 257-64) Dr. Pritchard opined Johnson would have no exertional, communicative, or environmental limitations of any kind. 16 He noted that although Johnson "has a reported history of 17 hyperacusis," there was "no current evidence in [the Record] to fully substantiate this impairment." (A.R. 264) Nevertheless, he gave substantial weight to Dr. Perry's finding that Johnson "needs to wear headphones to dampen and reduce noises and sometimes he 21 wears earplugs." (A.R. 263, 264) Johnson saw Dr. Johansen for followup on January 29, 2008. 23 Johnson had "a definite fluid level present" in his right ear. His 24 right tympanic membrane was "somewhat thickened," while the left 25 was "somewhat dull." (A.R. 270) A tympanogram showed "decreased 26 curves." (Id.) The doctor cleared Johnson's ears with insufflation, and prescribed a course of amoxicillin and continued Nasonex.

28 He noted Johnson might be a candidate for eustachian tubes. (Id.)

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Johnson saw Dr. Johansen on February 29, 2008, for followup.
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  His right tympanic membrane was "somewhat dull," but the fluid
  level was gone. His left tympanic membrane was slightly hardened.
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  The doctor noted Johnson was "going to remain on Archer vitamins,"
  which had "helped him somewhat." (A.R. 268) He advised Johnson
  that he might benefit from a eustachian tube on the right, although
  Johnson's major problem seemed to be the hyperacusis.
                                                             (Id.)
  Johnson saw Dr. Johansen again on April 4, 2008, but the narrative
  portion of the progress notes is missing from the Record.
                                                              (See
  A.R. 266)
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       Dr. Johansen saw Johnson for followup on May 16, 2008.
  Johnson complained of "blockage of both ears and constant noise[.]"
  (A.R. 296) He had been "wearing his devices," which "seemed to
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14 help his tinnitus." (Id.) Johnson had joined a support group at
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  the doctor's urging. Upon examination, Johnson's left tympanic
16 membrane was "slightly retracted," while the right was "thickened
  and dull." (A.R. 297) He was treated with insufflation, which
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  "definitely seemed to improve as far as the ear blockage." (Id.)
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       Johnson saw Dr. Johansen on June 27, 2008, complaining of
  blockage and fullness in both ears, worse on the right. He stated
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21 Nasonex and insufflation had helped somewhat. His ears were
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  cleared with insufflation, and continued Nasonex was prescribed.
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  (A.R. 294-95)
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       Johnson returned to see Dr. Johansen on July 31,
25 complaining of "blockage of his right ear associated with noise
26 bilaterally," with an intermittent feeling like he had water in his
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  right ear. (A.R. 292) He stated Nasonex and the insufflation
  treatments had helped keep his ears more open. He reported
  12 - FINDINGS AND RECOMMENDATION
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1 exercising more and attempting to lose weight, and he had a paper 2 route. Upon examination, Johnson's right tympanic membrane was 3 thickened with fluid present. The left tympanic membrane was "slightly dull." (A.R. 293) His tympanogram showed "decreased curves bilaterally." (Id.) He was diagnosed with "[c]hronic otitis media, serous otitis media, and tinnitus." (Id.) His ears were cleared and continued Nasonex was prescribed. (Id.)

On October 10, 2008, clinical psychologist Joshua J. Boyd, Psy.D. reviewed the record and concurred with Dr. Lahman's January 2008 conclusion that, from a mental health standpoint, Johnson's 11 dysthymic disorder was non-severe. (A.R. 298) Dr. Boyd noted 12 Johnson "alleges hyperacusis and states that is what limits him. 13 However, this diagnosis has not been substantiated with the 14 available evidence in file." (Id.)

On October 14, 2008, physical medicine and rehabilitation 16 specialist Linda L. Jensen, M.D. reviewed the record and found "no 17 significant loss of function from a physical standpoint." 18 299) She concurred in the prior evaluators' conclusions that Johnson has no physical functional limitations. Dr. Jensen noted Dr. Pritchard's initial residual functional capacity assessment 21 "allowed for [Johnson's] obesity, [hypertension,] and the 22 hyperacusis even though that was not an established impairment." (Id.)

Mental health treatment

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On July 24, 2008, Johnson was seen by a mental health social 27 worker at Direction Service Counseling Center for a psychosocial 28 assessment and intake evaluation. Johnson reported feeling 13 - FINDINGS AND RECOMMENDATION

overwhelmed by his sensitivity to sound, often retreating to his bedroom "to shut out the world." (A.R. 277) He stated he had been unable to work with others in an office environment, and could not withstand a classroom environment, due to overstimulation of his auditory system. (Id.) When he tried to go back to school to get a degree in computer programming, he was unable to focus in class, and therefore he could not learn what he needed. "It became so stressful he could not sleep." (A.R. 279) Johnson stated he had to quit his job in video production because his colleagues and boss would not attempt to accommodate his hyperacusis, becoming "quite 10 frustrated" with him. (Id.) The evaluator noted the following: 11

> [Johnson] meets criteria for Dysthymic Disorder given his endorsement of multiple (e.g., symptoms οf depression increased appetite, difficulties sleeping, feelings of worthlessness, low energy) that have not been absent for a period of 2 months during the past 10 years or so. [He] endorsed a number symptoms of of anxiety (e.g., tension, fatigue, aches/pains, irritability) appear to be better accounted for by his experience with hyperacusis. It may be important to note that many of [his] symptoms are congruent with some aspects of Autism spectrum disorders (e.g., Asperger's Disorder) but he does not appear to meet criteria.

(A.R. 280)

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Beginning immediately after his evaluation, Johnson began seeing psychologist Sharon Smith Gizara, Ph.D. for individual counseling sessions. (See A.R. 300-54) Dr. Gizara saw Johnson approximately every two weeks from July 24, 2008, through January 22, 2009. Johnson stopped his counseling sessions when his 26 Oregon Health Plan coverage was discontinued. He resumed counseling in June 2009, "at a significantly reduced sliding fee 28 basis," (A.R. 353), seeing Dr. Gizara twelve more times in 2009,

and twice in 2010, before the end of the records submitted to the ALJ for review. (A.R. 300-54)

On January 11, 2010, Johnson's attorney asked Dr. Gizara to review the Psychiatric Review Technique completed by Dr. Lahman on January 23, 2008; Dr. Boyd's notes dated October 10, 2008; and Dr. McConochie's report from his consultative examination of December 10, 2007. (A.R. 348) In a report dated February 16, 2010, Dr. Gizara discussed her treatment of Johnson, and offered her opinion regarding his mental functional abilities, stating as follows:

nature of the treatment that provided for Mr. Johnson is adult individual psychotherapy, primarily using Cognitive-Behavioral Therapy, which is an evidence-based practice for depression and anxiety. I also regularly work from pain management treatment protocols with this client. My working conceptualization is of a person who has experienced a long-term medical condition which significantly impacted his ability to function normally, and which secondarily resulted in depression and anxiety. Mr. Johnson has been quite cooperative and motivated in treatment. He reports and demonstrates good progress in applying more productive self-awareness and coping strategies. His current levels of both anxiety and depression are significantly reduced from the time that he started treatment.

Mr. Johnson's DSM IV diagnosis is as follows:

Axis I: Dysthymic Disorder, Early Onset (300.4) [and] Generalized Anxiety Disorder (300.00)

Axis II: No diagnosis (v71.09)

Axis III: Hyperacusis, high blood pressure, obesity

Axis IV: Economic difficulties, social isolation

Axis V: [GAF estimate] 65

I would also like to note, that during the time that Mr. Johnson has been my client, I

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have never had concerns about drug or alcohol problems.

I believe that Mr. Johnson's hearing abnormalities have a profound negative impact on his ability to function on a day-to-day basis. Even with the steady progress he has made with reducing his anxiety and depression, Mr. Johnson appears to need to be exceptionally careful when he is functioning outside of highly controlled environments where there is limited exposure to sensory stimulation. He has never appeared in my agency or office without wearing his sound-generating devices over his ears. We schedule appointments at 9:00 am, in part to accommodate his need to avoid a busy (and noisy) waiting room. Although Mr. Johnson has consistently presented as courteous and friendly throughout our sessions, he can quickly become distracted, overwhelmed, and irritable by even minor sources of noise in the environment. These reactions appear to be physically painful for Mr. Johnson, and appear to contribute to his anticipatory anxiety when he is faced with the need to interact with less predictable environments/people.

Even with further improvements in his ability to manage anxiety and depression, I find it difficult to imagine Mr. Johnson being able to function successfully in a work setting. I believe that he would deteriorate rapidly if required to interact with the public, or interact with supervisors or co-workers, even on a limited basis. Because managing his physical condition requires so much minute-tominute self-monitoring and coping, I believe that responding to changing tasks/directions supervisor would from а be beyond Mr. Johnson's ability. Any job in which I can imagine Mr. Johnson functioning successfully would require significant environmental accommodations, and a high level of scheduling flexibility. Beyond the scope of a few hours daily, I do not believe ΟÍ work Mr. Johnson could maintain regular employment without excessive absences or poor performance concerns.

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(A.R. 353-54; emphasis in original)
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B. Medical Expert's Testimony

2 Arthur Harold Briggs, M.D. testified as a Medical Expert 3 ("ME") at the ALJ hearing. He graduated from medical school in 1956, and lists his primary specialty as Clinical Pharmacology and his secondary specialty as Internal Medicine. (A.R. 129) 5 Briggs noted that the regulatory Listings do not contemplate the type of problem Johnson has; i.e., his "hyperacusis which means it's a hyper sensitivity to sound." (A.R. 32-33)Besides Johnson's hearing problem, and the fact that Johnson is overweight, the doctor could identify no physical limitations on Johnson's ability to work. (A.R. 33) Dr. Briggs agreed with Dr. Perry's 11 assessment that it would seem medically necessary for Johnson to wear headphones to reduce sounds in his environment. (A.R. 34) He 13 also agreed that Johnson "should be working in a quiet environ-15 ment." (A.R. 35)

Dr. Briggs found no reason to question that Johnson actually has hyperacusis, and he found Johnson to be credible with regard to his reporting of his problems to medical providers. (*Id.*) He also noted the possibility that Johnson's hearing problems "might affect him emotionally or might be related to headaches." (*Id.*)

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C. Vocational Expert's Testimony

The Vocational Expert ("VE") indicated Johnson had worked at the substantial gainful activity level in 1999 and 2000, as a Video Transferrer, a light, skilled job. In 2004 and 2005, Johnson made "close to \$10,000 and \$9,000 for Cinemark as a Projectionist," a medium, semi-skilled job. (A.R. 54)

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The ALJ asked the VE to consider a hypothetical individual of 1 2 Johnson's age and with his education and work experience, with no exertional limitations, but the need for "a job where he can wear 3 his earphones or a similar hearing assistive device. He needs to be in a reduced noise environment where a work environment is relatively clean with low levels of . . . noise. He needs only occasional interaction during the day with supervisors coworkers." (A.R. 55) The VE stated this individual could not perform any of Johnson's past jobs. However, the VE stated "more than half of the jobs that exist in the [Dictionary of Occupational Titles] don't require hearing . . . as a vital part of the job." 11 (A.R. 55-56) He gave examples of Industrial Cleaner, which he 12 stated "is pretty isolated [and] doesn't require hearing or talking 13 14 under the Characteristics of Occupations and that is . . . a medium, unskilled [job]." (A.R. 56) He gave additional examples 15 16 of an Automobile Detailer, a medium, unskilled job; and a Restroom 17 Attendant, a light, unskilled job. (Id.) The VE stated all three 18 of these jobs could be performed even with the additional limitation of the need to "avoid unprotected heights, moving machinery, or vibrations." (A.R. 56-57) 20

The VE noted that if an individual could not manage even the type of incidental noise that might get through his headphones, and if that affected the individual's attendance at work, then it would impact his ability to keep the types of jobs identified. (A.R. 59) Similarly, if the individual had headaches that required him to isolate himself over and above the regular number of allowed breaks, "[t]hat would be too much time off." (A.R. 60) Also, if

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a person would be unable to interact with supervisors, he would be unable to work. (A.R. 61-62)

The VE stated that being allowed to wear a "head device" would fit within "the reasonable accommodation rules." However, an individual would have to be able to remove the headset to talk with supervisors, and then put it back on. Otherwise, he could not hold a job successfully. (Id.)

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D. Johnson's Testimony

Hearing testimony

At the time of the hearing, Johnson was thirty-two years old. He is 5'8" tall, and weighs 240 to 245 pounds. He is single, and lives with his parents, but he buys his own food. 14 regular classes during high school. He took college courses for four or five years, but never earned a degree. He can read and 16 write, and he is right-handed. (A.R. 27-28, 31, 37)

Johnson has a paper route. Unless it is raining, he rides a 18 bike to deliver the papers, but he has to drive in bad weather and on Sundays. He earns around \$600 a month from the paper route, depending on how much he receives in tips. Johnson also does 21 sporadic website monitoring for a client. (A.R. 28-29) During 22 2008, Johnson earned \$5,004, spread throughout the year. (A.R. 29) 23 He had not yet done his taxes for 2009, but he estimated his income 24 would be about the same as it was in 2008. (A.R. 30) He did a 25 part-time work-study job in a community college library for awhile, 26 putting away books, but he still had problems with the sounds in 27 the library. (A.R. 45)

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Johnson worked in video editing, but he quit the job because "the high pitched whines coming off the monitors and TV sets" bothered him. (A.R. 46) He told his coworkers but, according to Johnson, no one else could hear the noise, and they did not believe him. In addition, sometimes his boss would stand next to him while jingling keys or coins in his pocket, and the sound bothered Johnson. He often would go into the bathroom and hit his head to deal with the headaches. (Id.) He still hits his head once a month or so, and then he isolates himself in his room for as long as a day. (A.R. 47)

The only medications Johnson was taking at the time of the hearing were over-the-counter pain medications for headaches; he was taking no prescription medications for his mental health 14 problems. He stated his counselor was trying to help him resolve 15 his mental health problems with medications. (A.R. 36) He does 16 not have insurance, so his parents help him pay for his counseling He has migraine headaches almost every day, several times a day. His headaches vary in intensity, often being very severe. He has not seen a neurologist and is not taking prescription medications for his headaches. (A.R. 39-40, 41) His 21 headaches sometimes are so severe, he cannot handle talking to 22 anyone and he has to lie down, or he might take a shower to have 23 water rushing over his head. (A.R. 42-43) He estimated he takes a long shower to deal with headaches three or four times a week. (A.R. 43) If he has a headache during his paper route, he has to stop, close his eyes, and "just breathe." (A.R. 44) A couple of times a month, he actually has to return home to rest for 15 to 45 28 minutes before he can complete his paper route. (Id.)

20 - FINDINGS AND RECOMMENDATION

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Johnson did not begin using his white-noise device until 2005 or 2006. He stated his hyperacusis was diagnosed by "Dr. Marsha 37) Johnson up in Portland." (A.R. To his recollection, Dr. Johnson was a Ph.D. with "some training in audiology. . . . Things like that." (A.R. 38)

Johnson spends most of his time alone in his room. He has a couple of friends in town, but he rarely leaves his home to socialize or visit with other people. He sees his grandmother occasionally. He chats with people via e-mail. He also communicates with his mother by e-mail, even though they live in the same 11 household. They do not speak often because her voice hurts his 12 ears. (A.R. 38-39)

Johnson stated the noise in the waiting area outside of the 14 hearing room was "distracting." (A.R. 40) He wears sound generators in his ears that produce "a ground noise." (A.R. 40) 16 He stated the noise generated by the device helps "take some of the 17 edge off" of his tinnitus, and helps him drown out the sounds 18 around him. (Id.)He noted that he had not heard much of 19 Dr. Briggs's testimony because the noise of papers shuffling was 20 making his ears hurt, so he turned the volume up on his sound 21 generator. (A.R. 40-41) He has trouble driving because he cannot 22 wear his headphones while he drives, and the high-pitched sounds of 23 his own car and other cars on the roadway bother him. To

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⁷The hearing transcript refers frequently to "Brown Noise," but here refers to "ground noise." It is not clear whether the transcriptionist misunderstood what Johnson said, or if he actually 27 used both of these terms. In any event, it is clear he is referring to a type of "white noise" generated by the device he used both of these terms. wears that blocks out certain types of sounds.

^{21 -} FINDINGS AND RECOMMENDATION

1 compensate, he tunes his radio to static to dry to drown out the 2 sounds. (A.R. 41) When he has to go out in public, he wears his 3 headphones to drown out sounds, but for the most part, he avoids going out in public because it "can be overwhelming" for him. (A.R. 48) He does his own shopping, but goes in the morning when there is little traffic. About half the time, he leaves the store before finishing the shopping he needs to do. (Id.)

When Johnson is around a lot of sounds, he has problems focusing and concentrating. He stated he has "never been able to tune out sounds." (A.R. 49) He has a high-pitched ringing sound in his ears all the time. His sound generators take the edge off of the ringing. (Id.) If he has to work in a job where he cannot 13 wear his headphones, he feels overwhelmed, "and the pain can make 14 it hard to be able to focus[.]" (A.R. 50) He finds it difficult 15 to be in a work situation where there are sounds, especially high-16 pitched sounds, that he cannot control. He stated, "It's 17 distracting. It causes pain in my ears. It gives me headaches a lot of times." (A.R. 51) It makes him upset and angry. (Id.)

Written testimony

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In a Disability Report completed in conjunction with Johnson's 22 applications, he described his impairments as "[s]uicide attempt, 23 super hyperacusis, depression, high blood pressure, and obesity." (A.R. 170) He indicated that "[s]ounds" limit his ability to work, stating, "Everywhere I go the sounds are louder - it feels like I 26 am in a fishbowl. Every sound is amplified. This has triggered my 27 depression. It is so hard to leave my home. I am just 28 overwhelmed." (*Id.*)

Johnson described his past work in video production as "[f]ilm maker and transfer," noting, "Before people could do this themselves, I transfer[r]ed old super 8 tapes and put it to video (this was before CDs). I also filmed events and edited that film." (A.R. 171)

Johnson completed a Function Report on December 1, 2007. He described his daily activities as follows:

Once I am fully awake I take a shower and eat something. Depending on how I'm feeling and my tolerance for sounds, I may go outside or to the library. I take and wear my headphones if I do. If I am at home I mostly stay in my room so I can regulate sounds better. I'll work on my computer or watch a movie. When it is warm out I'll go for a walk or ride my bike for exercise if I am able to. A lot of times if my ears or head hurt I'll stay home.

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14 (A.R. 177) Johnson stated he has problems falling asleep, and has "a hard time keeping a regular sleep schedule." (A.R. 178) 16 indicated he can do laundry, cleaning, and prepare simple meals. 17 He only drives occasionally because he is bothered by the car noise 18 and street noise. He prefers to walk or take a bus because he can 19 wear his headphones to drown out the sounds. He does his own shopping for his personal needs, computer accessories, and the 21 like, but he wears headphones in the stores and only stays as long 22 as necessary. He stated, "I am having a hard time working because 23 of my difficulty with sounds. The money I do make from work I can 24 do at home isn't enough to cover my expenses." (A.R. 180) He 25 avoids using change because the sound of coins bothers him, so he 26 tends to use a debit card more than cash. He enjoys listening to 27 soothing music, surfing the Internet, and watching movies, depending on how he is feeling each day. He communicates with

friends and family via e-mail because he has "a hard time with some kinds of voices so [he] keep[s] personal interaction at a minimum."

(A.R. 181) He goes to the library once or twice a week, always wearing his headphones to block out any sounds. (Id.)

5 Regarding his ability to get along with people, Johnson stated, "I have a hard time with certain sounds and voices. When someone is making those sounds around me or talking with a voice that is harsh to my ears[,] I'm on edge and uncomfortable, and it can be painful. . . . Sounds, like high-pitched sounds, dishes, keys, coins, voices with hard "t," "s" sounds, for example, cause 11 me to experience pain in my ears and head which affects my ability to [talk, hear, understand, concentrate, follow instructions, and complete tasks]." (A.R. 182) Johnson indicated he has a low 13 tolerance for stress, which makes him feel sick. His condition 14 15 causes him "to eat more and have a fear of leaving the house," 16 because he cannot anticipate all the sounds he might have to deal To deal with his condition, he uses "sound generators" to 18 mask his "high-pitched tinnitus." According to Johnson, his sound generators were prescribed by "a specialist" about a year-and-ahalf prior to his application for disability benefits. He also 20 21 wears glasses that he indicated were prescribed by a doctor. (A.R. 22 183)

In the Remarks section of the form, Johnson wrote the following:

I had to quit a job because of my difficulty with sounds in the work place. When I did speak up about my problem my employer reacted negatively towards me.

I was diagnosed with tinnitus and hyperacusis. Because of these conditions I have a dif-

24 - FINDINGS AND RECOMMENDATION

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ficulty with sound and have loud high-pitched tones that I hear all the time in my ears. I have a very hard time dealing with that.

I wear sound generators that help to mask some of the tinnitus, but make it hard to converse with others. They produce a white noise like sound that is broadcast into my ears.

I wear headphones a lot to block out sounds.

(A.R. 184)

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On a Disability Report prepared at the time Johnson appealed 9 the denial of his applications for benefits, Johnson indicated, "I have less tolerance for the pain I feel in my ears and head. 11 has made it harder for me to concentrate on anything that is 12 difficult and complex. I spend a lot of time at home trying to cope with my pain." (A.R. 200) He indicated he had been seeing an 14 ENT doctor who "found an imbalance of pressure between both [of his] ears." (Id.) He stated his right ear feels more plugged up 16 than his left, and he also tends to have "excess fluid build up in 17 $\|[his]]$ ears." (Id.) Johnson listed his current medications and the 18 reasons he was taking them as follows: Claritin, "Helps to reduce the severity of my allergies I get in the Spring and Summertime pollen and cut grass etc."; Diphenhydramine 20 because of 21 Hydrochloride, "To help reduce my difficulty with falling asleep"; 22 Melatonin with Theanine, "For stress relief and to help give me a 23 sounder sleep"; Tinnitus B12 Formula, prescribed by Dr. Johansen, 24 "to help reduce the severity of Tinnitus"; and Tylenol Extra 25 Strength, "To help relieve some of the severity of the pain I feel 26 in my head." (A.R. 203)He indicated the Diphenhydramine Hydrochloride and the Melatonin both leave him feeling "foggy in the head the following day." (Id.)

Johnson stated his tolerance for being around others also was lower, noting he was "more insistent that people do not make sounds that cause additional pain in [his] ears and head when they are around [him]." (A.R. 204) He stated sounds that are painful to him are considered "normal" by others, and many interactions and locations involve "many of those 'normal' sounds," making it difficult for him to find any type of job he can do. (Id.) He stated, "It is difficult to work when you are dealing with pain in your ears and head. I've only been able to manage some part time work and so have had to live with my parents which has been a burden to them." (Id.) In his closing remarks, Johnson stated as follows:

Dr. G. Wallace Johansen said that my Hyperacusis is hard to treat. Most people don't understand what it is I suffer from on a daily basis, so I have the following definition for "Hyperacusis is health а condition characterized over-sensitivity bу an certain frequency ranges of sound (a collapsed tolerance to normal environmental sounds)." person with severe hyperacusis difficulty tolerating everyday sounds, some of which may seem unpleasantly loud to that but not to others." en.wikipedia.org/wiki/Hyperacusis) Because of my Hyperacusis I suffer from a lot of pain, anxiety, stress and phonophobia. When I was younger I wet the bed beyond what was considered normal. My parents tried a program that used a bell next to my ear to wake me up whenever I wet. It was this event that probably triggered my Hyperacusis according to Dr. Marsha Johnson from the OTHTC. Since then I have had a painful sensitivity to sound. Because of my mother's religious beliefs I was never allowed to be taken to see a doctor. So I never received any medical treatment for my ears. As I've gotten older my Hyperacusis has gotten worse. I've tried to live each day dealing with it, but don't have the tolerance for it anymore. In the last couple of years I have also had an onset of severe tinnitus. hear a loud high-pitched tone in my ears all

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day every day, on top of the normal tinnitus most people hear. It drives me nuts and makes it very hard for me to concentrate and fall asleep. I also have difficulty with different kinds of movements, like people[']s feet, people chewing with there [sic] mouths open or chewing gum. It makes me extremely uncomfortable. I've learned that people who suffer from Hyperacusis also suffer from these types of eye irritants. What I am looking for is some assistance to help take some of the financial burden off of my parents, because of my living with them because of my health condition.

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(A.R. 206)

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E. Third-Party Testimony

12 Kathryn Johnson, Johnson's mother, completed a third-party Function Report on November 3, 2007. (A.R. 158-65) 13 She stated Johnson spends most of his time in his room due to his inability to tolerate sound. She goes grocery shopping with him for about ten 16 minutes every couple of weeks, and he wears sound-masking head-17 phones most of the time when she sees him. She stated that in the 18 past, Johnson was able to interact with people, talk with family and friends, attend school, live in his own apartment with roommates, and go to movies, but he is no longer able to do any of 20 21 these things. According to Mrs. Johnson, her son has problems 22 | falling asleep and staying asleep. She indicated Johnson is able 23 to handle his own personal care, handle money, and do all types of household chores. She noted the family uses plastic plates because 25 of Johnson's "sound issues." (A.R. 160) According to her, 26 although Johnson can do his own shopping, he does not shop for long because "the headphones get tiring for him to listen to." (A.R. She stated Johnson is unable to think clearly when he is 27 - FINDINGS AND RECOMMENDATION

around sounds, and sounds make his head hurt. He does better with written instructions than with spoken ones because the sounds people make when speaking bother him. (A.R. 163)

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DISABILITY DETERMINATION AND THE BURDEN OF PROOF III.

Legal Standards

A claimant is disabled if he or she is unable to "engage in any substantial gainful activity by reason of any medically determinable physical or mental impairment which . . . has lasted or can be expected to last for a continuous period of not less than 12 months[.]" 42 U.S.C. \S 423(d)(1)(A).

"Social Security Regulations set out a five-step sequential process for determining whether an applicant is disabled within the meaning of the Social Security Act." Keyser v. Commissioner, 648 F.3d 721, 724 (9th Cir. 2011) (citing 20 C.F.R. § 404.1520). 16 Keyser court described the five steps in the process as follows:

> (1) Is the claimant presently working in a substantially gainful activity? (2) Is the claimant's impairment severe? (3) Does the impairment meet or equal one of a list of specific impairments described in the regulations? (4) Is the claimant able to perform any work that he or she has done in the past? and (5) Are there significant numbers of jobs in the national economy that the claimant can perform?

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Keyser, 648 F.3d at 724-25 (citing Tackett v. Apfel, 180 F.3d 1094, 24 1098-99 (9th Cir. 1999)); see Bustamante v. Massanari, 262 F.3d 949, 953-54 (9th Cir. 2001) (citing 20 C.F.R. §§ 404.1520 (b)-(f) 26 and 416.920 (b)-(f)). The claimant bears the burden of proof for the first four steps in the process. If the claimant fails to meet the burden at any of those four steps, then the claimant is not 28 - FINDINGS AND RECOMMENDATION

disabled. Bustamante, 262 F.3d at 953-54; see Bowen v. Yuckert, 482 U.S. 137, 140-41, 107 S. Ct. 2287, 2291, 96 L. Ed. 2d 119 (1987); 20 C.F.R. §§ 404.1520(q) and 416.920(q) (setting forth 3 general standards for evaluating disability), 404.1566 and 416.966 (describing "work which exists in the national economy"), and 416.960(c) (discussing how a claimant's vocational background 7 figures into the disability determination).

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The Commissioner bears the burden of proof at step five of the process, where the Commissioner must show the claimant can perform other work that exists in significant numbers in the national economy, "taking into consideration the claimant's residual functional capacity, age, education, and word experience." Tackett 13 v. Apfel, 180 F.3d 1094, 1100 (9th Cir. 1999). If the Commissioner 14 fails meet this burden, then the claimant is disabled, but if the Commissioner proves the claimant is able to perform other work 16 which exists in the national economy, then the claimant is not 17 disabled. Bustamante, 262 F.3d at 954 (citing 20 C.F.R. 18 §§ 404.1520(f), 416.920(f); Tackett, 180 F.3d at 1098-99).

19 The ALJ determines the credibility of the medical testimony 20 and also resolves any conflicts in the evidence. Batson v. Comm'r 21 of Soc. Sec. Admin., 359 F.3d 1190, 1196 (9th Cir. 2004) (citing 22 Matney v. Sullivan, 981 F.2d 1016, 1019 (9th Cir. 1992)). 23 Ordinarily, the ALJ must give greater weight to the opinions of 24 treating physicians, but the ALJ may disregard treating physicians' opinions where they are "conclusory, brief, and unsupported by the 26 record as a whole, . . . or by objective medical findings." Id. 27 (citing Matney, supra; Tonapetyan v. Halter, 242 F.3d 1144, 1149 28 (9th Cir. 2001)). If the ALJ disregards a treating physician's

opinions, "'the ALJ must give specific, legitimate reasons'" for doing so. *Id.* (quoting *Matney*).

The ALJ also determines the credibility of the claimant's testimony regarding his or her symptoms:

In deciding whether to admit a claimant's subjective symptom testimony, the ALJ must engage in a two-step analysis. Smolen v. Chater, 80 F.3d 1273, 1281 (9th Cir. 1996). Under the first step prescribed by Smolen, . . . the claimant must produce objective medical evidence of underlying "impairment," and must show that the impairment, or a combination of impairments, "could reasonably be expected to produce pain or other symptoms." *Id.* at 1281-82. If this . . . test is satisfied, and if the ALJ's credibility analysis of the claimant's testimony shows no malingering, then the ALJ may reject the claimant's testimony about severity of symptoms [only] with "specific findings stating clear and convincing reasons for doing so." Id. at 1284.

Batson, 359 F.3d at 1196.

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B. The ALJ's Decision

The ALJ found Johnson has not engaged in substantial gainful activity since his alleged onset date of February 14, 2007. He has severe impairments consisting of "hyperacusis; hypertension; obesity; depression; and a generalized anxiety disorder," (A.R. 12), but his impairments, singly or in combination, do not meet the Listing level of severity. (A.R. 13) The ALJ found Johnson has the following residual functional capacity:

[T]o perform a full range of work at all exertional levels but with the following non-exertional limitations: claimant is able to wear earphones or similar devices in order to reduce the noise environment; claimant must avoid unprotected heights, dangerous machinery, or work around vibrations; he is able to work in a clean environment with a low level

of noise; and has the ability to occasionally interact with supervisors and coworkers.

(A.R. 14)

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The ALJ did not give controlling weight to Dr. Gizara's opinion that Johnson would have difficulty functioning successfully in a work setting. He found the doctor's opinion to be "inconsistent with her own GAF score of 65 and the totality of the medical evidence as a whole." (A.R. 16) The ALJ noted Johnson's GAF had improved dramatically from 41 in August 2008, to 65 in February He also noted that he had "included significant environmental limitations in the residual functional capacity cited above." (Id.)

The ALJ found Johnson's "activities of daily living are inconsistent with an individual whose symptoms are unremitting and He noted Johnson wholly unresponsive to treatment." (Id.) 16 performs his own personal care without difficulty; occasionally feeds his pets; can prepare his own meals, do his laundry, and take out the garbage; drives a car and uses public transportation; shops for groceries and computer parts; maintains a part-time job maintaining websites; and rides a bicycle to perform a daily paper route. (Id.)

The ALJ found that Johnson's "ability to perform work at all exertional levels has been compromised by nonexertional limitations." (A.R. 17) He relied on the VE's testimony that someone of Johnson's age and with his education, work experience, and residual functional capacity would be able to work in jobs such as industrial cleaner, automobile detailer, and restroom attendant.

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(A.R. 17-18) The ALJ therefore concluded Johnson is not disabled.
(A.R. 18)
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STANDARD OF REVIEW IV.

The court may set aside a denial of benefits only if the Commissioner's findings are "'not supported by substantial evidence or [are] based on legal error.'" Bray v. Comm'r of Soc. Sec. Admin., 554 F.3d 1219, 1222 (9th Cir. 2009) (quoting Robbins v. Soc. Sec. Admin., 466 F.3d 880, 882 (9th Cir. 2006)); accord Black v. Comm'r of Soc. Sec. Admin., slip op., 2011 WL 1930418, at *1 (9th Cir. May 20, 2011). Substantial evidence is '"more than a 12 mere scintilla but less than a preponderance; it is such relevant 13 evidence as a reasonable mind might accept as adequate to support 14 a conclusion.'" Id. (quoting Andrews v. Shalala, 53 F.3d 1035, 1039 (9th Cir. 1995)).

The court "cannot affirm the Commissioner's decision 'simply 17 by isolating a specific quantum of supporting evidence.'" Holohan 18 v. Massanari, 246 F.3d 1195, 1201 (9th Cir. 2001) (quoting Tackett v. Apfel, 180 F.3d 1094, 1097 (9th Cir. 1998)). Instead, the court 20 must consider the entire record, weighing both the evidence that 21 supports the Commissioner's conclusions, and the evidence that 22 detracts from those conclusions. Id. However, if the evidence as 23 a whole can support more than one rational interpretation, the 24 ALJ's decision must be upheld; the court may not substitute its 25 judgment for the ALJ's. Bray, 554 F.3d at 1222 (citing Massachi v. 26 Astrue, 486 F.3d 1149, 1152 (9th Cir. 2007)).

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V. DISCUSSION

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The Commissioner moves for remand for further proceedings. In his brief, the Commissioner makes the following concessions:

> The Commissioner concedes the ALJ erred the opinions of Drs. his treatment of McConochie and Gizara and in his credibility As a result of these errors, determination. ALJ erred in his residual functional capacity finding, and the subsequent steps in the sequential evaluation. Additionally, the commissioner acknowledges the ALJ included a limitation in the RFC, which is an accommodation - specifically, the wearing of earphones or other devices to reduce noise. Thus, the identified as suitable for [Johnson] jobs included an accommodation. At step five, work that exists in the national economy must exist without regard to a reasonable accommodation.

Dkt. #20, p. 5. Despite these concessions, however, the Commissioner argues remand is the appropriate remedy. He asserts "there are unresolved issues," and "the record does not clearly require a finding of disability." Id.

The Commissioner argues the court should not apply the 17 "crediting as true" doctrine in this case. Under the doctrine, the 18 court credits evidence as true and remands for immediate payment of benefits when "'(1) the ALJ has failed to provide legally sufficient reasons for rejecting such evidence, (2) there are no 21 outstanding issues that must be resolved before a determination of 22 disability can be made, and (3) it is clear from the record that 23 the ALJ would be required to find the claimant disabled were such 24 evidence credited.'" Harman v. Apfel, 211 F.3d 1172, 1178 (9th 25 Cir. 2000) (quoting Smolen v. Chater, 80 F.3d 1273, 1292 (9th Cir. 26 [1996]). The "crediting as true" doctrine allows the court a certain measure of flexibility in determining whether to enter an award for immediate payment of benefits upon reversing the

Commissioner's decision. Connett v. Barnhart, 340 F.3d 871, 876 2 (9th Cir. 2003) (citations omitted); accord Costa v. Astrue, 743 F. Supp. 2d 1196, 1216 (D. Or. 2010). Here, the Commissioner argues 3 there are outstanding issues that must be resolved before a determination of disability can be made. The Commissioner asserts the ALJ should be required to determine an RFC without regard for limitations that constitute an accommodation, and "should revisit [Johnson's] allegations and consider whether [his] religion 9 prevented him from taking medication." Id., pp. 9-10.

Johnson responds that the record has already been fully developed, and there are no issues left to resolve. He argues the Commissioner is, in effect, asking for an unwarranted second bite at the apple. The court agrees with Johnson.

The court finds the ALJ erred in failing to give controlling weight to Dr. Gizara's opinion. Her opinion that Johnson would 16 only be able to work with significant environmental accommodations 17 is consistent with that of consulting examiner Dr. Perry, who noted 18 Johnson has "significant hearing and communicative limitations, secondary to [his] hyperacusis," and "generally needs to wear headphones to dampen and reduce noises[.]" (A.R. 242) Dr. Briggs 21 also agreed with this assessment.

Dr. Gizara's opinion that Johnson easily becomes "distracted, overwhelmed, and irritable by even minor sources of noise in the 24 environment," (A.R. 354), is consistent with examining physician 25 Dr. McConochie's opinion that Johnson has moderate limitations in 26 his ability to sustain concentration, attention, and pace, and to 27 lengage in appropriate social interactions. (A.R. 228)

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"An ALJ may reject the uncontradicted medical opinion of a 1 2 treating physician only for 'clear and convincing' reasons supported by substantial evidence in the record." Pelroy v. 3 Astrue, slip op., 2010 WL 4259731, at *12 (D. Or. Sept. 28, 2010) (citing *Holohan v. Massanari*, 246 F.3d 1195, 1202 (9th Cir. 2001), 5 in turn citing Reddick v. Chater, 157 F.3d 715, 725 (9th Cir. 1998)). Here, where Dr. Gizara's opinion regarding the nature and severity of Johnson's impairment is "well-supported by medically 9 acceptable clinical . . . diagnostic techniques and is not 10 inconsistent with the other substantial evidence" in the Record, it 11 should have been given controlling weight. See id.; 20 C.F.R. § 404.1527(d)(2). Even when the record contains evidence, such as 13 Johnson's GAF score of 65, that could support the rejection of 14 Dr. Gizara's opinion, it is appropriate for the court to accept her 15 opinion as true when it is supported by and consistent with 16 abundant evidence in the Record. Id. (citing Lester v. Chater, 81 17 F.3d 821, 834 (9th Cir. 1996); Harman v. Apfel, 211 F.3d 1172, 18 1178-79 (9th Cir. 2000)). Had Dr. Gizara's opinion been given controlling weight, it is 19 clear from the record that Johnson would have been found disabled. 20 21 The VE testified there are many jobs that would allow someone to 22 wear headphones - but he recognized this would be an accommodation. 23 Even the jobs listed by the VE that offer low noise levels would 24 require some exposure to noise. Moreover, the VE appears to have 25 missed the point, focusing on Johnson's inability to hear noises 26 going on around him in the workplace. Johnson's problem is not his 27 inability to hear; it is, first, that he has constant tinnitus 28 regardless of sounds going on around him, and second, he hears more

1 acutely, to the point of distraction/irritation. Had the ALJ 2 properly assessed Johnson's residual functional capacity consistent 3 with Dr. Gizara's opinion, none of the jobs identified by the VE would have fit Johnson's RFC.

The decision whether to remand for further proceedings, or for immediate payment of benefits, is within the court's discretion. Harman v. Apfel, 211 F.3d 1172, 1178 (9th Cir. 2000). Remand for an immediate award of benefits is warranted when either "no useful 9 purpose would be served by further administrative proceedings, 10 . . . or when the record has been fully developed and there is not 11 sufficient evidence to support the ALJ's conclusion." Rodriguez v. 12 Bowen, 976 F.2d 759, 763 (9th Cir. 1989) (citing Kornock v. Harris, 648 F.2d 525, 527 (9th Cir. 1985); Hoffman v. Heckler, 785 F.2d 13 14 1423, 1425 (9th Cir. 1986)). If additional administrative pro-15 ceedings could remedy defects, then remand is appropriate, "but 16 where remand would only delay the receipt of benefits, judgment for 17 the claimant is appropriate." Id. (citing Bilby v. Schweiker, 762 18 F.2d 716, 719 (9th Cir. 1985)). In this case, the record has been developed fully, and remand would only delay Johnson's receipt of benefits. The ALJ erred in determining that Johnson retains the 20 21 residual functional capacity to perform any type of substantial 22 gainful activity, absent significant environmental accommodations.

VI. CONCLUSION

For the reasons discussed above, I recommend the opinions of 26 Drs. McConochie and Gizara be credited as true, Johnson's testimony be found credible, and this case be reversed and remanded for immediate calculation and award of benefits.

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VII. SCHEDULING ORDER

These Findings and Recommendations will be referred to a district judge. Objections, if any, are due by March 5, 2012. If no objections are filed, then the Findings and Recommendations will go under advisement on that date. If objections are filed, then any response is due by March 19, 2012. By the earlier of the response due date or the date a response is filed, the Findings and Recommendations will go under advisement.

IT IS SO ORDERED.

Dated this 17th day of February, 2012.

/s/ Dennis J. Hubel

Dennis James Hubel Unites States Magistrate Judge